

## Department of Planning and Budget 2003 Fiscal Impact Statement

**1. Bill Number: SB776**

<b>House of Origin</b>	<input checked="" type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
<b>Second House</b>	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input type="checkbox"/> Enrolled

**2. Patron: Blevins**

**3. Committee: Senate Court of Justice**

**4. Title: Conveyance of property to city of Chesapeake**

**5. Summary/Purpose:**

The 2002 - 2004 Appropriation Act (Chapter 899 of the 2002 Acts of Assembly) directed the Department of Correction to close the Tidewater Detention Center in Chesapeake, formerly operated as Correctional Unit 22, and sell the property. The 2003 budget bills submitted by the Governor continue that requirement and the projected revenue from the sale of the property is included in the bill's revenue provisions.

The proposed bill would authorize the property to be conveyed to the City of Chesapeake on terms as agreed to by the Commonwealth and the city. It would require the city to use the property for parks and recreational purposes.

**6. Fiscal Impact: See Item No. 8.**

**7. Budget amendment necessary: None.**

**8. Fiscal implications:**

Revenue of several million dollars from the sale of the property is already included on the revenue page of the budget bill.

**9. Specific agency or political subdivisions affected: Department of General Services**

**10. Technical amendment necessary: None.**

**11. Other comments:**

What is authorized by the proposed legislation is already possible under provisions of the Appropriation Act, as well as under general statutory provisions that enable the Governor to declare property as surplus and sell it. Therefore, on the face of it, there seem to be no need for the bill. On the other hand, if the legislation intends to limit the sale of the property to Chesapeake or to give the land to the city at no cost, the state's negotiating position on price, in the case of a sale, would be severely restricted. In any event, the revenues assumed in the budget bill would be adversely affected.

This bill is identical to HB2632.

**Date:** 01/17/03/rwh

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cc:Secretary of Finance

Secretary of Administration